



Shar'i'a Fund Manager
of the Year 2012



MENA Sukuk Manager
of the Year 2013



Qatar Asset Manager -
2014

Al Rayan GCC Fund (F)



January 2014

NAV/unit: USD 1.401

Performance YTD: **2.2%**

Overview: January was not a happy start for global equity investors, as equities slipped on issues ranging from weakness in emerging markets, increasing Fed tapering and softer than expected economic data from US and China. S&P 500 lost 3.6%, while European stocks lost 1.7% during the month. 10-year US Treasuries rallied as yields dropped to 2.64% from 3.03% last month. The US Dollar was stronger against all major currencies while emerging market currencies suffered. Within commodities, gold (\$1245) shined on risk-averse trades to gain 3.2% while Henry Hub gas (+16.7%) and urea (+7.9%) continued to rally. Other major commodities were down, led by aluminum (-5.7%), copper (-4%) and Brent crude (-3.7% to \$106.4).

In contrast to global equities, GCC equities rallied ahead of dividend season and optimism on stronger economic outlook. Dubai (+11.9%) continued to lead the GCC, well supported by Abu Dhabi (+8.9%) and Qatar (+7.5%). Saudi added another 2.6% despite some disappointing results. Contrary to expectations, bond markets moved higher helped by a lack of new supply (only Saudi Electricity raised \$ 1.2 bn and KIPCO issued \$ 500 million).

Dubai Islamic Bank, Industries Qatar and Qatar International Islamic Bank helped the fund most in January while Mouwasat, Savola and Yanbu Cement were key laggards.

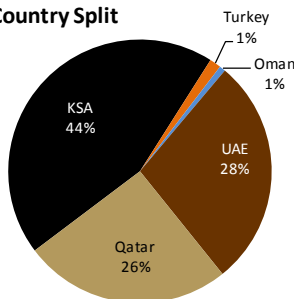
Outlook: There is uneasiness about emerging markets as Fed tapering continues and monetary policy is being tightened. However, underlined by some excellent Q4 results, our confidence in the medium-term outlook of our focus markets (Saudi Arabia, UAE, Qatar) is unchanged. We see a number of lucrative opportunities and remain disciplined on entry and exit levels.

Fund Facts

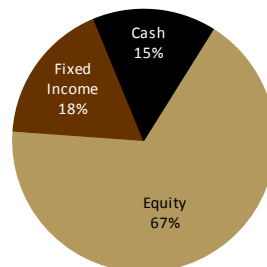
Asset class	Shari'a compliant GCC listed equities and sukuk
Investment Objective	18-24 month capital appreciation
Minimum initial investment	
- Individual	USD 30,000
- Institution	USD 300,000
Subscription Fees	up to 1%
Management Fees	1.25% pa
Performance Fees	20% of NAV increase greater than 24%, over 2-years
Lock-in period	Six months
Fund Duration	Open-ended
Founder	Masraf Al Rayan QSC
Fund Manager	Al Rayan Investment LLC
Regulator	Qatar Central Bank
Custodian	HSBC Bank Middle East
Auditor	KPMG
Bloomberg Ticker	ARYGCCF QD
Lipper ID	68048992
AUM (USD m)	17.5

Investments

Country Split



Asset Class Split



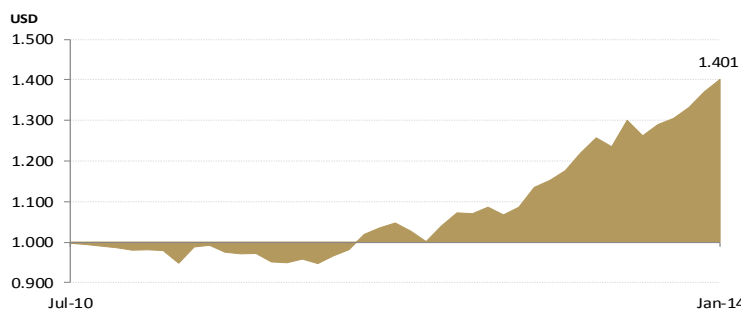
Fund Indicators (Equity)

Indicator	January 30
P/E 2014E	13.8x
P/BV 2014E	2.8x
Dividend Yield 2014E	4.8%
Weighted Market Cap (USD)	7.3bn

Fund Indicators (Fixed Income)

Indicator	January 30
Average Maturity (Years)	3.0
Average Yield to Maturity	7.1%

Net Asset Value/Unit



Top 5 Holdings (% of total portfolio)

Company	Country	Instrument	Holding
Emaar Properties PJSC	UAE	Equity	7.0%
Nakheel 2016	UAE	Fixed Income	6.6%
Al Mouwasat Medical Services	KSA	Equity	6.3%
Industries Qatar QSC	Qatar	Equity	6.2%
Barwa Real Estate	Qatar	Equity	5.2%

	1 mth	3 mth	2010	2011	2012	2013	Since Inception
Performance	2.2%	7.4%	-1.9%	-1.5%	12.4%	26.2%	40.1%

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Disclaimer: Past performance is not an indication of future results. The value of investments can go up as well as down. Investors should consider carefully information contained in the Fund prospectus, including investment objectives, risks, charges and expenses. Please read the prospectus carefully before investing. An investment is neither insured nor guaranteed by the Bank nor any other government agency. Although the Fund seeks to preserve and grow the value of your investment, it is possible to lose money by investing in the Fund. If in doubt please seek independent professional financial advice.